

Delivery Service Gas Supplier Agreement - Rate Schedule No. 8 (Continued)

DAILY REQUIRED VOLUMES

The Daily Required Volumes shall be calculated by the Company by a) multiplying the ~~suppliers~~ supplier's weather gas factor, as estimated by the Company, times the forecasted HDD's, b) adding the base gas and c) adjusting the results to produce, in the aggregate of all suppliers and the Company, the Company's total estimated sendout for that day. The ~~suppliers~~ supplier's base and weather use factors will be based on such factors for each of their customers as estimated by the Company. The result of this calculation shall be adjusted for lost and unaccounted-for gas and Company Use and a wet to dry measurement basis. In addition, such daily deliveries may be adjusted by the Company to accommodate the supplier's Imbalance Account. ~~Except however, the company~~ The Company may, due to operational considerations, reduce or eliminate a supplier's DRV on any day with twenty-four hours notice. At the end of each month, the Company will calculate the difference between actual customer requirements (therm usage) and actual deliveries for a supplier's aggregate group of customer accounts, taking into consideration any adjustments from prior periods. Differences will be reconciled quarterly. Adjustments will be made, at the Company's sole discretion, either by:

- a. an adjustment to the supplier's DRV, or
- b. a credit or debit of volume to the supplier's imbalance account

Quarterly reconciliation will take place for periods ending June, September, December, and March, within 90 days of the end of the period. At no time will the Company ask a supplier to deliver more than its capped DRV (maximum firm transportation ("FT") and maximum storage). If the reconciliation exceeds the capped DRV, arrangements will be made with the supplier to accommodate the reconciliation volumes in the following quarter accordingly.

Failure to deliver the DRV occurs whenever a supplier's DRV is more or less than actual deliveries to the city gate. Such over-or under-deliveries will be reconciled as set forth as herein described under FAILURE TO DELIVER THE DRV.

RESPONSIBILITY FOR GAS DELIVERY

The Supplier shall have delivered the Company-specified DRV to the Company's City Gate each day unless failure to deliver is due to force majeure as defined in this schedule and subject to the Company's operational ability to accept the DRV at the delivery point mutually specified by the Supplier and the Company. The Supplier will be deemed to have met its delivery obligations under this Rate Schedule if the Supplier has nominated and the upstream transporter has confirmed receipts equal to its DRV for re-delivery to the Company's city-gate.

ISSUED: ~~November 10, 2004~~ November 3, 2009

EFFECTIVE: For meter readings on and after ~~November 10, 2004~~ April 1, 2010

~~Adrian P. Chapman~~Roberta W. Sims - Vice President, Regulatory Affairs & Energy Acquisition